

Message Text

LIMITED OFFICIAL USE

PAGE 01 GENEVA 03902 191555Z

72

ACTION STR-08

INFO OCT-01 ISO-00 IO-14 OIC-04 AGR-20 CEA-02 CIAE-00

COME-00 DODE-00 EB-11 FRB-02 H-03 INR-10 INT-08 L-03

LAB-06 NSAE-00 NSC-07 PA-04 RSC-01 AID-20 CIEP-02

SS-20 TAR-02 TRSE-00 USIA-15 PRS-01 SP-03 OMB-01

SWF-02 AF-10 ARA-16 EA-11 EUR-25 NEA-14 DRC-01 /247 W

----- 079014

R 191513Z JUN 74

FM USMISSION GENEVA

TO SECSTATE WASHDC 6560

INFO USMISSION EC BRUSSELS

LIMITED OFFICIAL USE GENEVA 3902

E.O. 11652: N/A

TAGS: ETRD, EEC, GATT

SUBJECT: ARTICLE 24:6 INRS

REF: STATE 126516

BEGIN SUMMARY: U.S. AND EC REPRESENTATIVES DISCUSSED U.S. INRS RESULTING FROM XXIV:6 SETTLEMENT JUNE 19. TECHNICAL ASPECTS WERE RESOLVED, EC EXPLAINED PROCEDURE FOR INR SETTLEMENT BUT MUST CONSULT EC BRUSSELS RE PORTION OF U.S. INR REQUEST. END SUMMARY.

1. NEWKIRK MET WITH EC REPRESENTATIVE TO DISCUSS TECHNICAL DETAILS OF INR SETTLEMENT ON BASIS DRAFT UNDERSTANDING REFTTEL. EC BEGAN MEETING BY STATING THEY FEEL NO OBLIGATION TO GRANT ANY INRS TO U.S., BUT WILLING TO AGREE ON U.S. INRS FOR ITEMS INCLUDED IN FINAL XXIV:6 SETTLEMENT. IN THIS REGARD, EC NOTED THAT SOME INRS REQUESTED WERE ERRONEOUS IN THAT THEY COVERED ENTIRE ITEM RATHER THAN THE EX-OUT THAT WAS NEGOTIATED. U.S. RESPONDED THAT THIS WAS NOT AN ERROR, THAT GIVEN NATURE OF NEGOTIATION

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 GENEVA 03902 191555Z

AND SIGNIFICANCE FOR U.S. OF ITEMS NEGOTIATED, WE BELIEVED

INR SHOULD BE GRANTED ON ENTIRE ITEM. EC RESPONDED THIS CONTRARY TO TRADITIONAL ARTICLE 28 PRACTICE AND WOULD REQUIRE NEW INSTRUCTIONS FROM BRUSSELS. PER INSTRUCTION PARA 3 REFTEL, WE DID NOT OBJECT TO EX-OUTS PROPOSED BY EC.

2. AFTER RESOLVING EX-OUT ISSUE, TECHNICAL EXAMINATION OF EC PROPOSED INR DID NOT REVEAL ANY MAJOR DISCREPANCIES, HOWEVER EC DID STATE THAT IT HAD DIFFICULTIES GRANTING U.S. INR ON EX 4415 BECAUSE CONCESSION WAS MFN TARIFF QUOTA. WE RESPONDED THAT IN REGARD TO INRS, THERE WAS NO DISCERNIBLE DIFFERENCE BETWEEN TARIFF AND TARIFF QUOTA BINDING. EC AGREED AND PROMISED TO RESOLVE QUESTION ASAP.

3. EC TENTATIVELY ADDED ITEM EX 8521D, WAFER (AT 90 PERCENT), TO U.S. INR LIST PENDING FINAL RESOLUTION OF SEMI-CONDUCTOR ISSUE. INCLUSION OF THIS ITEM NECESSARY TO COMPLETE FULL U.S. INR SCHEDULE.

4. EC STATED ITEMS INCLUDED AT END OF PARA 2 REFTEL (PEAS, LENTILS, ETC.) REPRESENTED NEW REQUESTS THAT HAVE NOT PREVIOUSLY BEEN MENTIONED IN NEGOTIATION. EC REP THOUGHT THIS WAS CERTAINLY INAPPROPRIATE TIME TO INITIATE NEW ISSUES IN XXIV:6 NEGOTIATION. WE RESPONDED THAT INRS FOR THESE ITEMS WERE BEING REQUESTED IN CONTEXT OF LUYTEN'S STATEMENT THAT ADDITIONAL INR REQUESTS BY U.S. WOULD BE CONSIDERED ON CASE-BY-CASE BASIS. EC MAINTAINED THAT THIS STATEMENT REFERRED ONLY TO INRS FOR ITEMS IN SETTLEMENT PACKAGE AND THAT U.S. MORE THAN COMPENSATED FOR LOST DANISH INRS BY INCREASED TRADE COVERAGE OF U.S. INRS HELD UK AND CXT. EC CONCLUDED THAT THEY WOULD TAKE UP QUESTION OF ADDITIONAL INRS WITH BRUSSELS AND POSSIBLY MEMBER STATES, BUT OFFERED VERY NEGATIVE ASSESSMENT OF POSSIBILITY OF GRANTING ADDITIONAL INRS AND NOTED THAT REQUEST COULD HAVE DISRUPTIVE EFFECT ON FINAL SETTLEMENT. THEY ALSO WILL HAVE TO CONSULT BRUSSELS RE EX 24.01B REQUESTED BY U.S. DECEMBER 6 AND HAVE SIMILARLY NEGATIVE ASSESSMENT RE PROSPECT FOR THIS ITEM.

5. EC REP OUTLINED TECHNICAL ASPECTS OF FINAL SCHEDULE AGREEMENT. EC WILL SEND U.S. MISSION THREE COPIES OF U.S. INRS WITH NEW

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 GENEVA 03902 191555Z

RATES NEGOTIATED IN XXIV:6. IF THESE SCHEDULES AGREE WITH U.S. RECORDS, U.S. WOULD INITIAL EACH COPY, KEEP ONE, SEND ONE TO EC AND THE THIRD WOULD BE NOTIFIED TO GATT. EC APPARENTLY INTENDS TO FOLLOW THIS PROCEDURE WITH EACH XXIV:6 NEGOTIATING PARTNER.

6. LUYTEN SUBSEQUENTLY TOLD US HE IS GOING TO BRUSSELS TONIGHT; EXPECTS TO BE READY TO GIVE DEFINITE RESPONSE MONDAY. DALE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ARTICLE XXIV 6, NEGOTIATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 19 JUN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974GENEVA03902
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740160-0408
From: GENEVA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740633/aaaabbym.tel
Line Count: 115
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION STR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: STATE 126516
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 03 APR 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <03 APR 2002 by izenbei0>; APPROVED <18 JUN 2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ARTICLE 24:6 INRS
TAGS: ETRD, EEC, GATT, (LUYTEN, PAUL)
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005